

JOHN W. FLITTER DIRECTOR ELECTRIC & GAS REGULATION

Phone: (803) 737-0800

Fax: (803) 737-0986

August 30, 2010

VIA ELECTRONIC-DELIVERY

The Honorable Jocelyn G. Boyd Chief Clerk & Administrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29210

Re: South Carolina Electric & Gas Company

Request for Blanket Authorization to Sell and, if Necessary, Sub-Divide for Sale Certain Real Property Surrounding SCANA Corporation's Administrative Offices in Cayce, South Carolina

Docket No. 2010-280-E

Dear Ms. Boyd:

The purpose of this letter is to inform the Public Service Commission ("Commission") that the Office of Regulatory Staff ("ORS") has reviewed the above referenced filing and based on this review and the following information we have no objection to South Carolina Electric & Gas Company's ("SCE&G" or "the Company") request for blanket authorization to sell and, if necessary, sub-divide for sale certain real property surrounding SCANA Corporation's administrative offices in Cayce, South Carolina without engaging in the regulatory requirements as set forth in Order No. 92-931.

The Company owns approximately 261 acres of developable property adjacent to its administrative offices in Cayce. This property, classified as non-utility property, is not included in rate base and no costs associated with this property are included in rates or rate calculations.

Based on its review, ORS determined that the Company is committed to enhancing the value of SCANA's administrative offices and other undeveloped property in the area. In order to do so, certain restrictions will be placed on parties that purchase this property and a blanket authorization will assist in negotiations.

This authorization will only apply to the developable property adjacent to SCANA's administrative offices in Cayce and will not negate the Company's requirement to file annually a record of real property transfers. ORS agrees with SCE&G's suggestion that it report all sales under this blanket authorization on a transaction-by-transaction basis within sixty (60) days of sale.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

John W. Flitter

JWF/swh

cc: Dan F. Arnett, Chief of Staff, SC ORS Nanette S. Edwards, Chief Counsel, SC ORS

Jeffrey M. Nelson, Esquire, SC ORS

Matthew W. Gissendanner, Senior Counsel, SCE&G

Dr. James Spearman, Executive Assistant, SC PSC